FISCAL NOTE

HB 180 - SB 227

March 6, 2003

SUMMARY OF BILL: Provides that every child in Tennessee under the age of 24 whose parent is employed as a teacher's aide working at least 25 hours per week in any public school in Tennessee, shall receive a 25% discount on tuition to any state-operated institution of higher learning.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$742,656

Estimate assumes:

- Lost revenues to higher education institutions will be replaced with state funds.
- The number of teacher's aides (12,532) are estimated to have children who are of college age in the same proportion as current teachers.
- The children of teachers receiving tuition discounts for previous years provide a fair representation of children expected to receive discounts in the future, adjusted for an expected participation rate for children of teacher's aides in proportion to current participants.
- Approximately 2901 full-time equivalent (FTE) students/dependents of teacher's aides will take courses.
- Approximately \$256 represents the 25% tuition discount for each FTE student/dependent (2901 x \$256 = \$742,656)

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

Junes a. Lovenget